

Chief, Contract Administration Section, PD/OL

18 December 1961

Acting Chief, Administrative Staff, NPIC

1. Reference is made to the contractor's request of 13 November 1961 for approval of certain special costs forwarded to us for recommendations.

2. We believe that the services of [redacted] and [redacted] were appropriately engaged under the terms of the task order, that they are reasonable and that reimbursement for the charges shown should be made.

3. As regards the rental of additional space in Washington, D.C., we are inclined to agree that the space is necessary. However, the reasonableness and acceptability of the charges under the terms of the contract can be determined only after contractor has established the use of the space and after its proposed treatment of the cost has undergone audit review. Therefore, we suggest that no advance approval of this item be given.

Declass Review by NGA.